Case 05-00444-8-RDD Doc 39 Filed 06/19/07 Entered 06/19/07 13:00:15 Page 1 of 8

SO ORDERED.

SIGNED this 19 day of June, 2007.

J. Rich Leonard
United States Bankruptcy Judge

IN THE UNITED STATES BANKRUPTCY COURT FOR THE EASTERN DISTRICT OF NORTH CAROLINA

KIMBERLY MCKILLOP, Case No. 04-00153-8-JRL ROLAND MOORING, RHONDA MOORING, Case No. 03-04580-8-JRL FRANKIE MORRISON, Case No. 02-10839-8-JRL CHERYL MOTT, Case No. 05-10599-8-JRL BERNADETTE MURRILL, Case No. 04-00912-8-JRL JOHN PETERSON, PEARL PETERSON, Case No. 04-02356-8-JRL CLYDE RICH, WILMA RICH, Case No. 02-05649-8-JRL RHONDA RICH, Case No. 05-00444-8-JRL JAMES RYAN, SUSAN RYAN, Case No. 03-07780-8-JRL ELMER SAWYER, JR., Case No. 05-01891-8-JRL FAAFETAI SEIULI, MALELE SEIULI, Case No. 06-00046-8-JRL Case No. 04-00857-8-JRL TAMMY SMALLWOOD, Case No. 04-00549-8-JRL TINA ANN SMITH, FAITH SOUZA, Case No. 04-06531-8-JRL ARTHUR STEWART, LINDA STEWART, Case No. 03-09628-8-JRL JAMES STRICKLAND, Case No. 04-05868-8-JRL Case No. 03-10902-8-JRL TERRY THACKER, ANNIE THACKER, DOLPHUS THOMPSON, SR., JACQUELINE Case No. 03-05592-8-JRL THOMPSON, KENNETH WALLER, DEBRA WALLER, Case No. 04-02051-8-JRL FAYE WATKINS, Case No. 03-07062-8-JRL FLEMING WIGGINS, LYDIA WIGGINS, Case No. 04-07669-8-JRL

Debtors. Chapter 13

<u>ORDER</u>

This case is before the court on the applications for additional attorney's fees filed by Peter K. Gemborys. On June 13, 2007, the court conducted a hearing on these matters in Wilmington, North Carolina.

In these cases, Mr. Gemborys is seeking non-base fees for services performed more than one year after the bankruptcy filing or for the fourth service provided within the first year of a bankruptcy case. The trustee objected to the fee applications, asserting that the length of time between the services rendered and the filing of the fee applications places an unreasonable burden on the debtors and the estates.

At the hearing, Mr. Gemborys testified that, as a result of his review of cases after his suspension from practice before this court in November 2006, he discovered that his office staff had not filed fee applications for services warranting non-base fees. Mr. Gemborys asserted that, until he independently reviewed the cases, he was unaware that the fee applications had not been filed for the services performed.

Mr. Gemborys noted that Local Rule 2016-1, addressing compensation of professionals, does not set forth a filing deadline for non-base fee applications. Despite the absence of a finite deadline in the local rule, equity imposes a duty to act in a reasonable manner. "[I]ndependently of any limitation prescribed for the guidance of courts of law, equity may, in the exercise of its own inherent powers, refuse relief where it is sought after undue and unexplained delay, and when injustice would be done, in the particular case, by granting the relief asked." Wolf v. Citizens Bank & Trust Co. of Southern Pines, 92 F.2d 233, 236 (4th Cir. 1937). Some of the fee applications involve services provided years ago in cases that are closing. The reason for the delay is simply administrative oversight. The court has reviewed the non-base fee applications at issue. The court finds that, for cases where services were provided before January 1, 2006, the delay is unreasonable and unjustified requiring debtors who have anticipated the closing of their cases to extend the terms of their plan to accommodate fees for services that were rendered years ago. For those cases where services were provided January 1, 2006 or thereafter, the court will grant the non-base fee

applications.

Based on the foregoing, the court DENIES the following non-base fee applications:

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
Kenneth Waller Debra Waller 04-02051-8-JRL	3/12/04	Representing debtors on motion to modify plan post-confirmation	Motion filed 3/21/05. Order approving motion entered 4/15/05.	4/25/07	\$250
Tina Smith 04-00549-8-JRL	1/21/04	Representing debtor on motion to modify plan post-confirmation	Motion filed 3/31/05. Order approving motion entered 4/27/05.	4/25/07	\$250
Kimberly McKillop 04-00153-8-JRL	1/7/04	Representing debtor on trustee's motion to dismiss	Trustee's motion filed 3/31/05. Debtor's response filed 6/2/05. Consent order entered 7/13/05.	4/25/07	\$200
Terry Thacker Annie Thacker 03-10902-8-JRL	12/18/03	Representing debtors on American General Finance's objection to confirmation	Objection filed 6/11/04 and heard 7/7/04. Order denying objection entered 7/14/04.	4/26/07	\$350

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
Arthur Stewart Linda Stewart 03-09628-8-JRL	11/5/03	Representing debtors on trustee's second motion to dismiss	Trustee's motion filed 7/27/04. Debtors' response filed 8/6/04. Consent order entered 10/14/04.	4/30/07	\$200
Clyde Rich Wilma Rich 02-05649-8-JRL	7/8/02	Representing debtors on Citicorp Trust Bank's motion for relief from stay	Citicorp Trust Bank's motion filed 9/7/04. Response filed 9/15/04. Consent order entered 10/25/04.	4/25/07	\$350
Clyde Rich Wilma Rich 02-05649-8-JRL	7/8/02	Representing debtors on trustee's second motion to dismiss	Trustee's motion filed 7/16/03. Debtors' response filed 7/22/03. Trustee's motion withdrawn 9/25/03.	4/25/07	\$200
James Strickland 04-05868-8-JRL	7/28/04	Representing debtor on trustee's second motion to dismiss	Trustee's motion filed 7/19/05. Debtor's response filed 7/27/05. Hearing held 9/21/05. Order denying motion entered 9/28/05.	4/25/07	\$200

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
James Strickland 04-05868-8-JRL	7/28/04	Representing debtor on motion to set aside order lifting stay	Debtor's motion filed 10/27/05. Consent order entered 12/14/05 vacating previous order.	4/25/07	\$250
Tammy Smallwood 04-00857-8-JRL	2/4/04	Representing debtor on Green Tree's motion for relief from stay	Green Tree's motion filed 3/23/05. Debtor's response filed 3/28/05. Consent order entered 4/26/05.	4/25/07	\$350
James Ryan Susan Ryan 03-07780-8-JRL	9/8/03	Representing debtors on trustee's motion to dismiss	Trustee's motion filed 12/1/04. Debtors' response filed 12/3/04. Consent order entered 1/31/05.	4/25/07	\$200
Faye Watkins 03-07062-8-JRL	8/12/03	Representing debtor on trustee's motion to dismiss	Trustee' motion filed 12/28/04. Consent order entered 3/2/05.	4/25/07	\$200
Dolphus Thompson, Sr., Jacqueline Thompson 03-05592-8-JRL	6/23/03	Representing debtor on trustee's motion to dismiss	Trustee's motion filed 10/28/05. Consent order entered 12/12/05.	4/25/07	\$200

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
Roland Mooring, Rhonda Mooring 03-04580-8-JRL	5/21/03	Representing debtor on trustee's motion to dismiss	Trustee's motion filed 10/27/04. Debtors' response filed 11/3/04. Consent order entered 1/5/05.	4/25/07	\$200
Frankie Morrison 02-10839-8-JRL	12/27/02	Representing debtor on Ford Motor Company's objection to confirmation	Objection to confirmation filed 7/29/03. Hearing held 9/11/03. Order resolving objection entered 9/22/03.	4/30/07	\$350
Frankie Morrison 02-10839-8-JRL	12/27/02	Representing debtor on trustee's second motion to dismiss	Trustee's second motion to dismiss filed 7/29/04. Debtor's response filed 8/6/04. Motion denied 11/20/04.	4/30/07	\$200
Bernadette Murrill 04-00912-8-JRL	2/4/04	Representing debtor on motion to modify plan post-confirmation	Debtor's motion filed 7/21/05. Order granting motion entered 8/17/05.	4/25/07	\$250
Fleming Wiggins, Lydia Wiggins 04-07669-8-JRL	10/4/04	Representing debtors in lien avoidance action against Modern Finance (05-0006-8-AP).	Action filed 1/7/05. Default judgment entered against creditor on 2/16/05.	4/25/07	\$500

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
John Peterson, Jr. Pearl Peterson 04-02356-8-JRL	3/23/04	Representing debtors on motion to modify plan post-confirmation	Debtors' motion filed 3/31/05. Order granting motion entered 4/27/05.	4/25/07	\$250

The court GRANTS the following non-base fee applications:

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
Faafetai Seiuli Malele Seiuli 06-00046-8-JRL	1/6/06	Representing debtors on motion to extend stay	Motion filed 1/23/06. Hearing held 1/31/06. Order approving motion entered 3/7/06.	4/25/07	\$350
Rhonda Rich 05-00444-8-JRL	1/18/05	Representing debtors on trustee's motion to dismiss	Trustee's motion to dismiss filed 9/1/06. Matter removed from calendar prior to hearing. Consent order entered 11/6/06.	4/25/07	\$200
Faith Souza 04-06531-8-JRL	8/20/04	Representing debtor on trustee's motion to dismiss	Trustee's motion filed 1/30/06. Hearing held 2/28/06. Order denying motion entered 3/17/06.	4/30/07	\$200

Case	Petition Filed	Service	Date Service Provided	Date Application Filed	Amount Sought
Cheryl Mott 05-10599-8-JRL	12/6/05	Representing debtor on motion to extend stay	Debtor's motion filed 12/8/05. Hearing held 1/3/06. Order granting motion entered 2/10/06.	4/26/07	\$350
Elmer Sawyer, Jr. 05-01891-8-JRL	3/9/05	Representing debtor on motion to modify plan post-confirmation	Debtor's motion filed 3/13/06. Order granting motion entered 4/7/06.	4/25/07	\$250
James Ryan Susan Ryan 03-07780-8-JRL	9/8/03	Representing debtors on trustee's second motion to dismiss	Trustee's motion filed 8/4/06. Debtors' response filed 8/22/06. Motion withdrawn 11/29/06.	4/25/07	\$200
Fleming Wiggins, Lydia Wiggins 04-07669-8-JRL	10/4/04	Representing debtors in lien avoidance action against Old Canal Financial Corp. (05-00082-8-AP)	Action filed 4/25/05 originally against Master Financial, which was later dismissed and served against Canal Financial Corp. Consent order entered 6/9/06 stripping Canal Financial Corp.'s lien.	4/25/07	\$1,000